

Financially Yours,

Your Daily Electronic Market Report

LEBANESE EUROBONDS

USD	Coupon	Maturity	Bid	Offer	Bid Yield	Offer Yield	Duration	M duration	Frq
9 Lebanon May 14	9.000	02/05/2014	106.000	108.000	5.141	3.923	1.52	1.49	2
8.50 Lebanon Aug 15	8.500	06/08/2015	110.000	112.000	4.771	4.076	2.63	2.58	2
8 1/2 Lebanon Jan 16	8.500	19/01/2016	110.000	112.000	5.212	4.600	2.98	2.91	2
9 Lebanon Mar 17	9.000	20/03/2017	113.500	115.500	5.584	5.120	3.73	3.63	2
5.15 Lebanon Nov 18	5.150	12/11/2018	97.500	99.500	5.634	5.244	5.27	5.13	2
6.375 Lebanon Mar 20	6.375	09/03/2020	99.750	101.750	6.417	6.081	6.08	5.90	2
8 1/4 Lebanon Apr 21	8.250	12/04/2021	110.750	112.750	6.589	6.303	6.27	6.07	2
6.1 Lebanon 2022	6.100	04/10/2022	98.000	100.000	6.371	6.099	7.50	7.28	2
7 Lebanon Dec 2024	7.000	03/12/2024	102.000	104.000	6.755	6.519	8.33	8.06	2
6.60 Lebanon Dec 2026	6.600	27/11/2026	97.500	99.500	6.877	6.653	9.22	8.92	2

EMERGING MARKETS

USD	Coupon	Maturity	Bid	Offer	Mid Yield
ABCD FINANCE	4.750	08/10/2014	105.405	105.970	1.943
BANCO DO BRASIL	4.500	22/01/2015	105.250	105.650	2.126
DAR AL ARKAN INTL.	10.750	18/02/2015	106.530	107.470	7.549
PROV DE BUENOS A.	11.750	05/10/2015	81.500	82.500	19.777
AFRICAN BANK LTD	8.125	24/02/2017	102.250	102.750	7.454
CROATIA	6.250	27/04/2017	106.750	107.250	4.555
DUBAI DOF SUKUK	4.900	02/05/2017	106.750	107.500	3.235
PETROLEOS DE VEN	8.500	02/11/2017	88.000	89.000	11.518
DOLPHIN ENERGY	5.888	15/06/2019	113.530	113.970	3.580
KUWAIT PROJECTS	9.375	15/07/2020	117.280	118.220	6.454
VIMPELCOM HLDGS	7.504	01/03/2022	102.375	102.875	7.118

BEIRUT STOCK EXCHANGE as 04/09/2012

Name	Price	\$Change	%Chg	P/E	Div Yield
Byblos bank	1.5	-0.02	-1.32%	5.17	0.07
Byblos bank GDR	79.00	0.00	0.00%	-	-
Byblos bank Pref 08'	101.8	0.50	0.49%	-	-
Byblos bank Pref 09'	102.8	0.30	0.29%	-	-
Audi (GDR)	6	0.00	0.00%	0.82	0.33
Blom (GDR)	7.7	0.00	0.00%	0.66	0.47
Solidere A	12.76	-0.07	-0.55%	11.52	0.08
Solidere B	12.84	0.18	1.42%	11.60	0.08
Holcim	15.50	0.00	0.00%	16.42	0.05
Casino	545	0.00	-	-	-

Benchmark	Maturity	Yield
US TREASURY	2 YEARS	0.238
	5 YEARS	0.611
	10 YEARS	1.565
	30 YEARS	2.678
EUR BUND	2 YEARS	-0.028
	5 YEARS	0.357
	10 YEARS	1.393
	30 YEARS	2.159

Equity Indices	Price	% Change
NASDAQ Comp	3075.06	0.26%
NASDAQ 100	2772.74	-0.01%
DJI	13035.94	-0.42%
S&P 500	1404.94	-0.12%
Nikkei	8775.51	-0.10%
SMI	6362.82	-1.16%
CAC 40	3399.04	-1.58%
DAX	6932.58	-1.17%
FTSE	5672.01	-1.50%
Euronext 100	650.24	-1.23%

Arab Indices	Price	%Change
BLOM Stock Index .BLSI	1127.954	0.09%
SAUDI All Share .SASI	7050.34	-0.40%
Doha Stock Market .QSI	8469.93	0.09%
Kuwait SE .KWSE	5891.64	-0.29%
Abu Dhabi SE .ADI	2552.36	-0.17%
Egyptian .CASE30	5541.46	1.49%
Dubai FM Gen Id .DFMGI	1554.11	0.42%
Morocco CFG 25	5533.01	0.00%
Bahrain .BAX	1072.6	0.00%

Tracker Underlying	Last Price	% Change
FXI China	32.46	-1.84
EWG Germany	21.19	-0.14
EWJ Japan	8.94	-1.38
EWY Korea	55.92	-0.66
EWT Taiwan	12.63	-0.28
EWZ Brazil	51.76	-1.82
IIF India	15.30	-0.46
RNE Eastern Europe	15.45	-0.32
TKF Turkey	14.71	0.34
GLD Gold	164.48	0.16
USO Oil	35.51	-1.06

Byblos Bank Deposits	Rates
USD*	
1 months	1.75%
3 Months	1.75%
6 Months	1.80%
1 Year	1.80%
*Benchmark amount 100-200 thds	
LBP*	
1 months	4.75%
3 Months	4.75%
6 Months	4.90%
1 Year	4.90%
*Benchmark amount 100-300 Millions	

Commodities	Price	%Change
Gold / Oz	1692.90	0.49%
Silver / Oz	32.34	3.12%
Palladium / Oz	640.25	1.96%
Platinum / Oz	1566.50	1.97%
Copper/ Lbs	346.85	0.42%
Aluminum / Lbs	105.35	0.77%
Coffee / Lbs	164.55	0.95%
Cocoa EUR / 100 Kg	2656.00	0.53%
Wheat / Tone	866.00	-0.46%
Soybean / Bsh	1771.00	0.37%
Wti / Bbl	95.26	-1.96%
Brent	115.37	-0.52%

Libor USD	Rate
1 months	0.23
3 Months	0.41
6 Months	0.70
1 Year	1.03
Libor EUR	
1 months	0.08
3 Months	0.17
6 Months	0.44
1 Year	0.75

FX Rates	Bid	Ask	Hi	Lo
USD / LL	1501	1510		
Euro	1.2534	1.2538	1.2568	1.2521
JPY	78.4	78.43	78.53	78.38
GBP	1.5861	1.5864	1.5875	1.5853
CHF	0.958	0.9584	0.9591	0.9552
CAD	0.9862	0.9866	0.9873	0.9852
AUD	1.0196	1.0199	1.023	1.0189

Key Economic Calendar	Date	Forecast
US		
ISM NY	05-SEP-12	N/A
MBA applications	05-SEP-12	N/A
Euroland / Japan		
EZ Retail Sales	05-SEP-12	-1.70%

REGIONAL MARKET

Lebanon's BLOM stock index rose 0.09 percent to 1127.954 points. Solidere A fell 0.55 percent to \$12.76 and Solidere B rose 1.42 percent to 12.84 Byblos Bank S.A.L fell 1.32 percent to 1.50.

Saudi Arabia's shares dropped to the lowest in almost three weeks after Moody's Investors Service cut the European Union's outlook, triggering a decline in global stocks. Saudi Basic Industries Corp., the world's biggest

petrochemical producer known as Sabic, fell to the lowest since July 29. Saudi Advanced Industries Co., an investment company, tumbled the most since Aug. 7. The Tadawul All Share Index retreated 0.4 percent to 7,050.34, the lowest since Aug. 15, at the close in Riyadh. The Bloomberg GCC 200 Index lost 0.2 percent, while Dubai's measure gained for a second day.

TOP FX NEWS

The euro fell for second day before the European Central Bank meets tomorrow to discuss measures to tackle the region's debt crisis. ECB President Mario Draghi told lawmakers in a closed-door session in Brussels this week the bank's primary mandate compels it to intervene in bond markets to ensure the euro's survival. The 17-nation currency remained lower versus most of its major counterparts before data forecast to show retail sales declined and services contracted in the euro area. The Australian dollar touched a six-week low after the government reported second- quarter gross domestic product grew less than analysts expected. The euro fell 0.2 percent to \$1.2538 as of 12:36 p.m. in Tokyo from yesterday when it declined 0.2 percent. It climbed to \$1.2638 on Aug. 31, the strongest since July 2. The shared currency dropped 0.2 percent to 98.33 yen. The yen was little changed at 78.44 per dollar. Germany's Constitutional Court is set to rule on the legality of the European Stability Mechanism, the region's permanent bailout fund, on Sept. 12. The ECB may delay giving full details of Draghi's bond-buying plan until after the ruling, two central bank officials who spoke on condition of anonymity, said on Aug. 24.

USD/JPY

Res: 79.43/79.77/80.12
Sup: 77.45/77.64/77.82

EUR/USD

Res: 1.2650/1.2671/1.2702
Sup: 1.2420/1.2545/1.2601

GBP/USD

Res: 1.5828/1.5857/1.6081
Sup: 1.5566/1.5584/1.5601

GOLD

Res: 1670.7/1687.0/1709.3
Sup: 1580.0/1602.7/1607.0

EUROLAND

German stocks declined for the first time in three days as a report showed U.S. manufacturing contracted for a third month in August, adding to signs of a global economic slowdown. Bayerische Motoren Werke AG slid 3.1 percent as Morgan Stanley said rival Daimler AG has "more room to surprise." Metro AG, Germany's largest retailer, fell 1.7 percent after a report the shares may leave the benchmark DAX Index. Deutsche Post AG rose 0.7 percent as the Wall Street Journal said the company plans to sell a stake in Blue Dart Express Ltd. The DAX lost 1.2 percent to 6,932.58 at the close of trading in Frankfurt. The measure has still rallied 16 percent from this year's low on June 5 as European Central Bank President Mario Draghi said he would do everything possible to preserve the euro and speculation grew the Federal Reserve will announce a third round of bond purchases. The broader HDAX Index also retreated 1.2 percent today. The number of shares changing hands in companies listed on the DAX was 24 percent lower than the 30-day average today, according to data compiled by Bloomberg. The Institute for Supply Management's U.S. manufacturing index fell to 49.6 in August from 49.8 a month earlier, the Tempe, Arizona-based group said yesterday. Economists in a Bloomberg survey projected an August reading of 50, which is the dividing line between expansion and contraction. The gauge averaged 55.2 in 2011 and 57.3 a year earlier. Daimler, the world's third-largest luxury automaker, declined 2.2 percent to 37.77 euros. Metro dropped 1.7 percent to 23.56 euros. The second- smallest stock in the DAX may be removed from the benchmark index in this week's rebalancing, according to a report from Handelsblatt. Kloeckner & Co. SE, Europe's largest independent steel trader, retreated 1.3 percent to 7.13 euros after Jefferies Group Inc. gave the shares an underperform recommendation, with a price estimate of 6 euros. Deutsche Boerse AG, the owner of the Frankfurt stock exchange, slipped 0.9 percent to 41 euros. Deutsche Post rose 0.7 percent to 15.80 euros. Europe's largest mail carrier plans to reduce its ownership of Blue Dart in order to comply with India's minimum public-shareholding requirement, according to a report in the Journal. Nordex SE, a German wind-turbine maker, rose 2.4 percent to 3.30 euros as rival Vestas Wind Systems A/S was the second- biggest gainer in the Stoxx Europe 600 Index. Swiss stocks fell for the first time in three days as the country's economy unexpectedly contracted in the second-quarter and a report showed U.S. manufacturing declined in August. Nestle SA, which accounts for more than a fourth of the Swiss Market Index, retreated 1.3 percent. UBS AG and Credit Suisse AG, Switzerland's biggest banks, lost at least 1 percent each. Clariant AG dropped 3 percent after its shares were downgraded at ING Groep NV. Partners Group Holding AG gained 3.1 percent.

US.MARKETS

The Standard & Poor's 500 Index fell, after trimming steeper declines, as speculation European leaders will announce new steps to tame the debt crisis tempered concern the economic recovery is slowing. Apple Inc. climbed 1.5 percent amid speculation the company is close to introducing a new iPhone with a larger screen and thinner body. Morgan Stanley added 3.4 percent after the shares were upgraded at CLSA Ltd. Netflix Inc. slumped 6.4 percent as Amazon.com Inc. reached a deal with pay-television channel Epix. Facebook Inc. fell 1.8 percent to a record low after Morgan Stanley cut its price forecast on the company's shares. The S&P 500 lost 0.1 percent to 1,404.94 at 4 p.m. New York time, trimming a drop of as much as 0.7 percent. The Dow Jones Industrial Average retreated 54.90 points, or 0.4 percent, to 13,035.94. Volume for exchange-listed stocks in the U.S. was 5.6 billion shares, or 7.3 percent below the three-month average. Apple climbed 1.5 percent to \$674.97 today. The world's most valuable company sent out invitations to a Sept. 12 product event in San Francisco, where it's expected to unveil a redesigned iPhone. "It's almost here," Apple said in the invitation, whose image includes a '5' in shadow, possibly in reference to the new product's name. Morgan Stanley added 3.4 percent to \$15.51. The stock's rating was boosted to buy from outperform at CLSA by equity analyst Michael Mayo. The 12-month share-price estimate is \$23. GameStop Corp. advanced 7 percent, the most in the S&P 500, to \$20.41. The electronic game and software company was raised to buy from neutral at Goldman Sachs Group Inc. Valeant Pharmaceuticals International Inc. rallied 15 percent to \$58.78 after agreeing to buy Medicis Pharmaceutical Corp. for \$2.6 billion. Canada's largest publicly traded drugmaker said yesterday it will pay \$44 in cash for each share of Scottsdale, Arizona-based Medicis. Medicis surged 38 percent to \$43.65. ConAgra

Foods Inc. rose 2.2 percent to 25.65, leading consumer staples in the S&P 500 to a 0.4 percent increase. The maker of Hebrew National hot dogs and Orville Redenbacher's popcorn was raised to overweight, the equivalent of buy, from neutral at JPMorgan Chase & Co. Netflix Inc. slumped 6.4 percent to \$55.93. Amazon.com reached a deal with Epix to add movies such as "The Hunger Games" to the roster of films available through Amazon Prime Instant Video, ratcheting up competition with Netflix. Nvidia Corp. slid 6.4 percent to \$13.28. The maker of graphics processors was cut to neutral from positive at Susquehanna Financial Group LLP. Facebook Inc. fell 1.8 percent to a record low of \$17.73. Morgan Stanley, a lead underwriter of the company's initial public offering, cut its price forecast on concern that the social network is struggling to reach mobile users with ads. Scott Devitt, an analyst at Morgan Stanley in New York, expects Facebook shares to reach \$32 in the next 12 months, down from his previous projection of \$38. Facebook has lost more than half its value since its May IPO. Profits are moving U.S. equity prices more than any time since the bull market began 3 1/2 years ago, rewarding investors for picking stocks based on company data instead of following the herd rocked by Europe's crisis and the slowing U.S. economy. Companies in the S&P 500 rose or fell an average of 4.4 percent the day after releasing results since July, according to data compiled by Bloomberg. The last time they moved more was in the second quarter of 2009. Daily swings in the benchmark gauge narrowed to 0.4 percent last month from 2.2 percent a year ago, as economic and policy changes battered investors. More than 475 S&P 500 stocks moved in the same direction in six of the first nine days of August 2011, with all 500 down on Aug. 8.

EMERGING-MARKETS

Emerging-market stocks fell to a six-week low, led by financial and technology companies, amid concern the global economic slowdown is deepening. China Minsheng Banking Corp. sank 6 percent after JPMorgan Chase & Co. downgraded the stock and Sanford C. Bernstein & Co. signaled rising non-performing loans at Chinese lenders. Lenovo Group Ltd., the world's second-largest computer maker, slumped 6.7 percent in Hong Kong after NEC Corp. sold its stake in the company. South Korea's Hyundai Motor Co. and Kia Motors Corp. dropped more than 2 percent after U.S. sales in August missed some analysts' estimates.

ALAIN WANNA | D.G.M Financial Markets Division

CAPITAL MARKETS | Ziad Moubarak

Fixed Income

Elie Ghanem

Rhea Sawaya

Grace Bcherrawi

Equity Desk

Yves Rahme

Haytham Mroue

Maguy Viltaki

Hana Kara

Tarek Bassil

PRIVATE BANKING | Joe Nader

Marguerite Bazerli

Rabih Sfeir

Zeina Anka

For further information please contact Byblos Bank's **Capital Markets and Private Banking** on: **+961 1 335240/6/9**
Please visit our website at: www.byblosbank.com